shareholding may be allowed to be higher to start with as at present, but will be required to be brought down to the limit of 10 per cent within a period of three years.

(iv) Any private sector bank will be allowed to hold shares in any other private bank only upto 5 per cent of the paid up capital of the investee bank.

(v) Any foreign bank with presence in India will be allowed to hold shares in any other private bank only upto 5 per cent of the paid up capital of the investee bank.

(vi) The percentage of FDI by single entity or group of related entities may not exceed 10 per cent.

(vii) Not more than one member of a family or a close relative or an associate should be on the Board of the Bank.

Management of Global Trust Bank

1373. SHRI B.K. HARIPRASAD: Will the Minister of FINANCE be pleased to state:

(a) whether it is a fact that Government have ordered the management of Oriental Bank of Commerce to take over the management, liabilities and assets of Golobal Trust Bank for proper functioning; and

(b) if so, the details thereof and if not, the reasons therefor?

THE MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRI S.S. PALANIMANICKAM): (a) Yes, Sir.

(b) On the recommendations of Reserve Bank of India (RBI), an Extra-ordinary Gazette Notification has been issued by Government on 13th August, 2004 notifying the scheme of amalgamation of Global Trust Bank (GTB) with Oriental Bank of Commerce (OBC). This has been done in public interest and in the interest of the depositors. All the liability of the transferor bank (GTB) in respect of all deposit accounts including saving bank account and fixed deposits will be taken care by the transferee bank (OBC) and all the employees of the GTB shall continue in service and be deemed to have been appointed in the transferee bank (OBC) on the terms they have been working in GTB.